

STATE RISK MANAGEMENT FUND
INVESTMENT PERFORMANCE REPORT AS OF JANUARY 31, 2005

	January-05				December-04				September-04				Current FYTD	Prior Year FY04	3 Years Ended 6/30/2004	5 Years Ended 6/30/2004
	Allocation	Month			Allocation	Quarter			Allocation	Quarter						
	Market Value	Actual	Policy	Net ROR	Market Value	Actual	Policy	Net ROR	Market Value	Actual	Policy	Net ROR	Net	Net	Net	Net
LARGE CAP DOMESTIC EQUITY																
<i>Structured Growth</i>																
Los Angeles Capital	60,134	2.6%	2.7%	-3.51%	62,312	2.7%	2.7%	10.37%	58,442	2.6%	2.7%	-4.14%	2.09%	N/A	N/A	N/A
Total Structured Growth	60,134	2.6%	2.7%	-3.51%	62,312	2.7%	2.7%	10.37%	58,442	2.6%	2.7%	-4.14%	2.09%	17.58%	-6.28%	-7.85%
<i>Russell 1000 Growth</i>				-3.33%				9.17%				-5.23%	0.02%	17.88%	-3.74%	-6.48%
<i>Structured Value</i>																
LSV	66,141	2.9%	2.7%	-1.46%	67,101	2.9%	2.7%	9.01%	63,732	2.9%	2.7%	3.21%	10.87%	30.56%	9.33%	8.36%
<i>Russell 1000 Value</i>				-1.78%				10.38%				1.54%	10.09%	21.13%	2.96%	1.87%
<i>Russell 1000 Enhanced Index</i>																
LA Capital	127,997	5.5%	5.4%	-2.63%	131,436	5.6%	5.4%	9.28%	124,498	5.6%	5.4%	-1.68%	4.61%	N/A	N/A	N/A
<i>Russell 1000</i>				-2.52%				9.80%				-1.81%	5.09%	N/A	N/A	N/A
<i>S&P 500 Enhanced Index</i>																
Westridge	124,676	5.4%	5.4%	-2.40%	127,718	5.5%	5.4%	9.47%	120,973	5.4%	5.4%	-1.99%	4.71%	N/A	N/A	N/A
<i>S&P 500</i>				-2.44%				9.23%				-1.87%	4.58%	N/A	N/A	N/A
<i>Index</i>																
State Street	37,481			-2.44%	38,419			9.23%	36,412			-1.88%	4.55%	19.01%	-0.75%	-2.28%
Total Index	37,481	1.6%	1.8%	-2.44%	38,419	1.6%	1.8%	9.23%	36,412	1.6%	1.8%	-1.88%	4.55%	19.01%	-0.75%	-2.28%
<i>S&P 500</i>				-2.44%				9.23%				-1.87%	4.58%	19.11%	-0.70%	-2.21%
TOTAL LARGE CAP DOMESTIC EQUITY	416,429	18.0%	18.0%	-2.49%	426,986	18.3%	18.0%	9.45%	404,057	18.1%	18.0%	-1.42%	5.21%	21.46%	0.15%	-1.39%
<i>S&P 500</i>				-2.44%				9.23%				-1.87%	4.58%	19.11%	-0.70%	-2.21%
SMALL CAP DOMESTIC EQUITY																
<i>Manager-of-Managers</i>																
SEI	139,116	6.0%	6.0%	-4.48%	145,620	6.3%	6.0%	14.79%	139,823	6.3%	6.0%	-3.60%	5.70%	32.99%	5.51%	N/A
<i>Russell 2000 + 200bp</i>				-4.01%				14.64%				-2.36%	7.45%	35.99%	7.90%	N/A
TOTAL SMALL CAP DOMESTIC EQUITY	139,116	6.0%	6.0%	-4.48%	145,620	6.3%	6.0%	14.79%	139,823	6.3%	6.0%	-3.60%	5.70%	32.99%	5.54%	7.29%
<i>Russell 2000</i>				-4.17%				14.09%				-2.86%	6.21%	33.36%	6.24%	6.63%
CONVERTIBLES																
TCW	252,166	10.9%	11.0%	-2.07%	259,229	11.1%	11.0%	8.41%	246,545	11.0%	11.0%	-4.35%	1.55%	17.50%	1.03%	3.90%
<i>Merrill Lynch All Convertibles</i>				-2.29%				5.37%				-1.05%	1.87%	14.16%	4.89%	5.75%
DOMESTIC FIXED INCOME																
<i>Core Bond</i>																
Western Asset	491,043	21.3%	20.0%	0.25%	489,626	21.0%	20.0%	1.34%	472,630	21.2%	20.0%	3.52%	5.17%	2.42%	7.77%	8.10%
<i>Lehman Aggregate</i>				0.63%				0.96%				3.20%	4.84%	0.32%	6.35%	6.95%
<i>Index</i>																
Bank of ND	618,673	26.8%	30.0%	0.20%	617,356	26.5%	30.0%	0.40%	594,776	26.6%	30.0%	2.54%	3.15%	0.07%	7.10%	7.25%
<i>Lehman Intermediate Gov/Credit (1)</i>				0.19%				0.44%				2.71%	3.36%	-0.05%	6.97%	7.25%
<i>BBB Average Quality</i>																
Wells Capital (formerly Strong)	278,036	12.0%	10.0%	1.66%	275,394	11.8%	10.0%	2.30%	264,977	11.9%	10.0%	4.51%	8.69%	1.18%	N/A	N/A
<i>Lehman US Credit BAA</i>				0.90%				1.69%				4.76%	7.48%	1.96%	N/A	N/A
TOTAL DOMESTIC FIXED INCOME	1,387,752	60.1%	60.0%	0.51%	1,382,376	59.4%	60.0%	1.11%	1,332,383	59.6%	60.0%	3.27%	4.94%	0.79%	7.00%	7.45%
<i>Lehman Gov/Credit</i>				0.69%				0.80%				3.56%	5.11%	-0.72%	6.73%	7.10%
CASH EQUIVALENTS																
Bank of ND	114,565	5.0%	5.0%	0.22%	114,402	4.9%	5.0%	0.53%	110,901	5.0%	5.0%	0.44%	1.20%	1.20%	1.72%	3.39%
<i>90 Day T-Bill</i>				0.17%				0.48%				0.37%	1.02%	0.98%	1.71%	3.30%
TOTAL RISK MANAGEMENT FUND	2,310,028	100.0%	100.0%	-0.66%	2,328,614	100.0%	100.0%	3.97%	2,233,709	100.0%	100.0%	0.94%	4.26%	8.09%	4.62%	3.34%
<i>POLICY TARGET BENCHMARK</i>				-0.52%				3.57%				1.54%	4.62%	6.46%	5.10%	3.86%

NOTE: Monthly returns and market values are preliminary and subject to change.

(1) Prior to April 1, 2004, the benchmark was the LB Govt/Credit index.